

Flexible Spending Overview

TOWN OF WELLESLEY

Plan Year: 7/1/18-6/30/19

What is Flexible Spending?

Flexible Spending Account plans are a tremendous opportunity for you to enhance your benefits package. Your employer is aware that these are highly beneficial programs and wants all of its employees to have the opportunity to participate in an IRS Section 125/Flexible Spending Account Plan administered by Cafeteria Plan Advisors, Inc.

Most employees pay for dependent care and health/dental care expenses on an after-tax basis. Flex programs allow you to set aside a portion of your paycheck tax free to pay for these eligible expenses. The result is a reduction in your taxable income, which will give you an increase in your take home pay. Don't miss out on this opportunity to save an average of 30%, depending on your tax status!

Health Care Account

Employees may set aside up to **\$2650** per plan year to pay for out-of-pocket health care/dental expenses for themselves and their family members.

Examples include:

- Copays for office visits and prescription drugs
- Health and Dental Deductibles
- Orthodontia and other dental expenses
- Contact Lenses, eye glasses, laser eye surgery
- Visits for Chiropractic Care or Acupuncture

If you or your spouse are 'contributing' to a Health Savings Account (HSA), you are NOT ELIGIBLE for the FSA Health Care Account.

Dependent Care Account

Employees can set aside up to **\$5000** per plan year to pay for out-of-pocket dependent care expenses for children under the age of 13 or elderly parents.

This includes:

- Day Care
- Before School Care & After School Care
- Summer Day Camp
- Elder Care

How it Works:

- It's as simple as using the 'available funds' in your account that are loaded on to your Debit Card, or just saving your receipts and submitting them, along with the [Health Care Expense Claim Form](#) to Cafeteria Plan Advisors.
- Participants are required to have the funds 'available' in your account. Reimbursements or the debit card will not work if an amount exceeds your current balance!
- Expenses must be incurred (not paid) within the plan year.
- Current Participants must re-enroll each new plan year to continue in the flex plan.

Employer Match

(For those enrolled in the Benchmark Health Insurance plans only)

\$150 Individual

\$450 Family

Rollover

If you do not spend your money by the end of the plan year, you are allowed to roll over a maximum of \$500. You must re-enroll in order for the funds to roll into the new plan year. **NOTE:** Funds won't roll until after the 90 day run out period of the prior plan.

Debit Card

You may use your debit card to pay for eligible expenses at the point of sale. The full election will be loaded and ready for use July 1st. **Please note: The debit card cannot be used for expenses you are seeking reimbursement from the HRA. Those expenses must be reimbursed via the reimbursement form or by asking the provider to charge only the amount not covered by the HRA on the card.**

Do not throw your cards away – when you re-enroll in the following plan year, your new election value will be added to your existing card.